COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE APPLICATION OF BLUE GRASS)			
RURAL ELECTRIC COOPERATIVE)			
CORPORATION OF NICHOLASVILLE,)	CASE	ΝО.	8378
KENTUCKY, FOR AN ORDER AUTHOR-)			
IZING AN INCREASE IN ITS RETAIL)			
RATES, APPLICABLE TO ALL CONSUMERS)			

ORDER

TT IS ORDERED that Blue Grass Rural Electric Cooperative Corporation shall file an original and five copies of the following information with this Commission, with a copy to the Attorney General's Division of Consumer Protection, by January 19, 1982. Where a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), page 2 of 5. If neither the requested information nor a motion for an extension of time is filed by the stated date, the case will be dismissed.

Information Request No. 1

- 1. In comparative form, an income statement, a statement of changes in financial position, and a balance sheet for the test year and the 12-month period immediately preceding the test year.
- 2. A schedule of salaries and wages for the test year and each of the 5 calendar years preceding the test year as shown in Format 1, attached.

- 3. The board resolutions approving the November 1, 1980. and May 1, 1981, general wage adjustments.
- 4. A detailed analysis of advertising expenditures during the test period. This analysis should include a breakdown of Account 913 Advertising Expenses, as shown in Format 2, attached, and should also show any advertising expenditures included in other expense accounts. This analysis should be specific as to the purpose and expected benefit of each expenditure.
- 5. An analysis of Account 930 Miscellaneous General Expenses for the test period. This should include a complete breakdown of this account as shown in attached Format 3, and also provide all detailed working papers supporting this analysis. At minimum, the work papers should show the date, vendor, reference (i.e. voucher no., etc.), dollar amount, and brief description of each expenditure.
- 6. A detailed analysis of contributions for charitable and political purposes (in cash or services). This analysis should indicate the amount of the expenditure, the recipient of the contribution, and the specific account charged.
- 7. A copy of the auditor's report from your most recent audit.
- 8. Provide the utility's times interest earned ratio and debt service coverage ratio, as calculated by the Rural Electric-fication Administration, for the test year and the 5 preceding calendar years. Include the data used to calculate each ratio.

- 9. Provide the utility's rate of return on net investment rate base for the test year and 5 preceding calendar years.
- 10. Provide a detailed analysis of expenses incurred during the test year for professional services as shown in attached Format 4, and all detailed working papers supporting the analysis. At minimum, the working papers should show the payee, dollar amount, reference (i.e. voucher no., etc.), account charged, and a brief description of the service provided.
- 11. A copy of the most recent publication of the Borrower Statistical Profile for Blue Grass RECC as published by the Rural Electrification Administration.
- 12. A copy of Kentucky's Electric Cooperatives Operating Expense and Statistical Comparisons for 1980.
- 13. The date and time of the most recent annual members' meeting. Provide the number of members in attendance, the number of members voting for new board members, the number of new board members elected, and a general description of the meeting's activities.

Done at Frankfort, Kentucky, this 21st day of December, 1981.

PUBLIC SERVICE COMMISSION

Chairman Woh

ATTEST:

Secretary

Vice Chairman

Commissioner

Case No. 8378

ANALYSIS OF SALARIES AND WAGES

And the 12-Month Period Ending June 30, 1981 For the Calendar Years 1976 Through 1980

(000°s)

5th Amount (b)
(C) 24
Cal 4t Amount
endar h %
Years Pr 3r Amount (f)
12 l for to d (g)
Test Year 2nd Amount (h)
Ended ear nd %
1st Amount (j)
(F) 24
Year Amount (1)
7 × (E)

Line

6.	5.		္မ	<u>!</u> 3	!-	So.
Sales expenses	Customer accounts expense	Distribution expenses	Transmission expenses	Power production expense	Wages charged to expense:	Item (a)

expense

- Administrative and general expenses:
- (a) Administrative and
- 3 general salaries Office supplies and expense
- <u>@</u> Administrative expense transferred-cr.
- Outside services employed
- Ge E
- Property insurance Injuries and damages

Blue Grass Rural Electric Cooperative Corporation

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5th Amount (b)	
(i) **	
4tl Amount (d)	
(e) X	
Amount (f)	Vone Print
© 72	12 M
2 mount (h)	Months End
EM	nded
nd 1st 7 Amount (1) (j)	
EM	
Year Amount (1)	Test
E ×	

Administrative and general expenses (continued):

Line So

(a)

- (g) benefits Employee pensions and
- EE Regulatory commission Franchise requirements
- BE. expenses Duplicate charges-cr.
- Miscellaneous general
- expense
- 3 E Rents,
- Maintenance of general
- expenses L7(a) through L7(m) Total administrative and general

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- ÿ Total salaries and wages charged expense (L2 through L5 + L8)
- 10. Wages capitalized
- 11. Total salaries and wages
- 12. expense to total wages (19 + 111) Ratio of salaries and wages charged
- ű capitalized to total wages (L10 + L11) Ratio of salaries and wages

Show percent increase of each year over the prior year in Columns (c), (e), (g), (1), (k), and (m).



Blue Grass RECC

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ACCOUNT 913 - ADVERTISING EXPENSE

For the 12 Months Ended June 30, 1981

Line	Item (a)	Sales or Promotional Advertising (b)	Institutional Advertising (c)	Conservation Advertising (d)	Rate Case (e)	Other (f)	Total (g)
1.	Newspaper						
2.	Magazines and Othe	r					
3.	Television						
4.	Badio						
5.	Direct Mail						

7. Total

Sales Aids

Blue Grass Rural Electric Cooperative Corporation

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ACCOUNT 930 - MISCELLARLOUS EXPERSES

For the 12 Months Ended June 30, 1981

Line

Item
(a)

Amount (b)

- 1. Industry Association Dues
- 2. Institutional Advertising
- 3. Conversation Advertising
- 4. Rate Department Load Studies
- 5. Water, and Other Testing and Research
- 6. Director's Fees and Expenses
- 7. Dues and Subscriptions
- 8. Miscellancous
- 9. Total

Blue Grass Rural Electric Cooperative Corporation

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Professional Service Expenses

For the Twelve Months Ended June 30, 1981

Line No.	Item	Rate Case	Annual Audit	Other	<u>Total</u>
1.	Legal				
2.	Engineering				
3.	Accounting				
4.	Other				
5.	Total				